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STATE OF HAWAI`I

DEPARTMENT OF EDUCATION

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OFFICE OF THE SUPERINTENDENT

April 19, 2016

TO: The Honorable Grant Chun
Chairperson, Finance and Infrastructure Committee

FROM: Kathryn S. Matayoshi
Superintendent

SUBJECT: **Update on the Department of Education's Supplemental Budget Request for 2016-2017 Fiscal Year: Senate Committee on Ways and Means Decisions**

1. DESCRIPTION

Update on the House Draft of House Bill (HB) 1700 House Draft (HD) 1 Senate Draft (SD) 1, the Supplemental Budget Bill, which makes amendments to the second year (next fiscal year) of the two year Fiscal Biennium Budget currently in place.

2. UPDATE OR PRESENTATION

On January 7, 2016, prior to the start of the 2016 Legislative Session, the Department made a presentation on the Executive Supplemental Request to a joint hearing of the House Committee on Finance (FIN) and Senate Ways and Means Committee (WAM). From there, the Department's Supplemental Budget Request began its journey through the legislative appropriation process as part of HB1700.

a. House of Representatives:

- On January 22, 2016, HB1700 was introduced.
- On January 25, 2016, HB1700 was referred to FIN.
- On March 14, 2016, HB1700 was reported out of FIN as amended in HB1700 HD1.

- On March 15, 2016, the Department was provided an update of HB1700 HD1 to the Finance and Infrastructure Committee (FIC).

- On March 16, 2016, HB1700 HD1 was passed on third reading by the House of Representatives and was transmitted to the Senate.

b. Senate:
- On March 17, 2016, HB1700 HD1 was referred to WAM.

- On April 8, 2016, HB1700 HD1 SD1 was reported out of WAM as amended in HB1700 HD1 SD1.

- On April 12, 2016, HB1700 HD1 SD1 was passed on third reading by the Senate and returned to the House of Representatives in amended form. **(See attachments A-F for details)**

c. Conference Committee:
- In mid to late April, a Conference Committee made up of FIN and WAM members will negotiate the differences in their respective drafts of the budget.

- The final decking deadline for fiscal bills is April 29, 2016.

Last week the Department submitted an impact statement to the Legislature providing feedback on how to best position Hawaii's school system to prepare our future leaders to be college and career ready. (Attachment B)

KSM:BH:sjk
Attachments

c: Amy S. Kunz, Senior Assistant Superintendent and CFO
Stephen Schatz, Deputy Superintendent
Assistant Superintendents
Budget Branch

Department of Education
HB1700 HD1 SD1 Impact Statement
Summary of General Fund (only) Operating Budget Line Items

EDN	Request Title	BOE FY2016-2017 Supplemental Request	Executive FY2016-2017 Supplemental Budget Request (HB1700)	HB1700 HD1 Budget Worksheets	HB1700 SD1 Budget Worksheets
100	Weighted Student Formula Increase - ELL weighted factor	10,000,000	10,000,000	-	10,000,000
100	Weighted Student Formula - 2% increase	16,537,791	16,537,791	-	16,537,791
100	Equipment for New Facilities	1,533,721	1,000,000	-	1,000,000
100	Hard to Staff Areas - Teacher Bonuses	500,000	-	500,000	-
100	Teacher Licensing Fees	400,000	-	400,000	-
100	Workers Compensation	2,000,000	-	2,000,000	-
100	Teacher Sabbatical	908,000	-	-	-
100	Support for Schools (Support Teams)	2,700,000	-	-	-
100	Future Ready Learning Customized Support for Schools	880,000	-	-	-
100	School Support for Devices	12,000,000	-	-	-
100	(House Adj) JROTC: (3) JROTC Instructors	-	-	147,000	-
100 Total		47,459,512	27,537,791	3,047,000	27,537,791
150	Skilled Nursing	3,500,000	2,000,000	1	2,000,000
150 Total		3,500,000	2,000,000	1	2,000,000
200	Teacher Sabbatical (note: BOE had requested in EDN100)	-	-	908,000	-
200	Principal Engagement	135,000	-	-	-
200	(Senate Adj) K-12 Complex Based STEM Pilot: (1) teacher (1) manager	-	-	-	129,710
200	(Senate Adj) Declining Balance Debit Card Pilot Project	-	-	-	500,000
200 Total		135,000	-	908,000	629,710
300	BOE Operations	60,438	60,438	-	27,686
300	Office365 (15) Licenses	-	3,750	3,750	-
300	(House Adj) Other Current Expenses	-	-	(3,750)	-
300	(House Adj) Hawaii State Science and Engineering Fair	-	-	150,000	-
300	(House & Senate Adj) Teach for America	-	-	670,000	670,000
300 Total		60,438	64,188	820,000	697,686
400	Utilities	10,833,214	9,000,000	5,215,919	5,215,919
400	School Bus Contracts	6,984,689	6,984,689	6,984,689	6,984,689
400	AC Repair	1,000,000	-	-	-
400	(Senate Adj) Tree Trimming, Foliage Control, and Pest Control	-	-	-	650,000
400 Total		18,817,903	15,984,689	12,200,608	12,850,608
700	Preschool Expansion	41,000	41,000	-	41,000
700	Executive Office on Early Learning - Additional Operating Funds	126,468	57,108	-	76,854
700 Total		167,468	98,108	-	117,854
Grand Total		70,140,321	45,684,776	16,975,610	43,833,649

Department of Education
HB1700 HD1 SD1 Impact Statement
Comments on Operating Budget Line Items

EDN	SEQ No.	Description	HB1700 Exec Req	HB1700 HD1	HB1700 SD1	MOF	Comment
100	100-001	Exec Request: Weighted Student Formula for English Language Learners	$10,000,000	$0	$10,000,000	A	• **The Department appreciates the support for schools by increasing the weighting factor for English Language Learning (ELL) students to send, on average, $520 additional dollars per ELL student**, resulting in additional capacity for those schools with ELL students. • See **Attachment C** for the projected fiscal impact by school this increase would provide.
100	101-001	Exec Request: Weighted Student Formula Per Pupil Increase	$16,537,791	$0	$16,537,791	A	• **The Department appreciates the support for schools by increasing the per-pupil funding amount for all students to send an additional $85 per student (non-weighted).** • This additional 2% will help to address concerns about WSF adequacy by school. • See **Attachment C** for the projected fiscal impact this increase would provide.
100	102-001	Exec Request: Classroom Supplies and Equipment for New Facilities	$1,000,000	$0	$1,000,000	A	• **The Department appreciates these funds for schools to supply and equip newly constructed facilities**, as general obligation bond funds cannot be used for these types of purchases. • To avoid operational disruptions, schools have not been required to pay for these one-time expenses. • See **Attachment D** for the list of schools that would receive assistance if funds were provided.
100	1000-001	House Adjustment: Hard to Staff Bonuses	$0	$500,000	$0	A	• **The Department appreciates this inclusion of funds to meet the cost of providing an extra $3,000 for each teacher in areas designated as hard to staff, pursuant to the Unit 5 (teachers) contract.** • This item is one of the Board of Education's original requests. • As negotiation of future contract revisions typically begin with the existing contract, the Department views the hard to staff bonus as a recurring expense. As such, **the Department asks that this item please be considered a recurring expense.**
100	1001-001	House Adjustment: Teacher Licensing Fees	$0	$400,000	$0	A	• **The Department appreciates the inclusion of these funds to meet the cost of paying for approximately 8,000 tenure teacher licensing renewals, pursuant to the Unit 5 (teachers) contract.** • This item is one of the Board of Education's original requests. • As negotiation of future contract revisions typically begin with the existing

EDN	SEQ No.	Description	HB1700 Exec Req	HB1700 HD1	HB1700 SD1	MOF	Comment
							contract, the Department views the teacher license renewal fee as a recurring expense. As such, **the Department asks that this item please be considered a recurring expense.**
100	1002-001	House Adjustment: Worker's Compensation	$0	$2,000,000	$0	A	• **The Department very much appreciates the inclusion of funds to meet the projected cost of paying mandatory workers compensation expenses.** • This is one of the Board of Education's original requests. • As the request was based on several years of actual experience, the Department views workers compensation as a recurring expense. As such, **the Department asks that this item please be considered a recurring expense.**
100	1003-001	House Adjustment: Student Travel Program	$0	$400,000	$0	T	• **The Department appreciates this addition of trust fund ceiling in support of the student travel program, but notes that general funds rather than trust fund ceiling are being sought.** • General funds would capitalize the trust fund so that it may pay for chaperone expenses and, if funds permit, for students who otherwise would be unable to participate in education travel opportunities. • Relates to HB2739/SB3103
100	1004-001	House Adjustment: Junior Reserve Officer's Training Corp	0.0 $0 $0	3.0 (temp) $147,000 $223,440	0.0 $0 $0	A A N	• **The Department appreciates this addition of general funds and federal fund ceiling for three (3) temporary JROTC Instructors positions.** • At present, there are three high schools (Radford, Moanalua, and Aiea) that have JROTC enrollment in excess of the level required to establish an additional JROTC instructor position. • The Department of Defense reimburses 50% of the salary cost of JROTC instructors.
100	2001-001	Senate Adjustment: Education Research and Development Revolving Fund (revolving fund ceiling)	$0	$0	-$1,009,947	W	• **The Department concurs with this reduction to abolish the ceiling for this revolving fund, which has had no activity for several years.** This fund was created in 2001 to receive revenue from the commercial exploitation of information technology tools developed by the Department, but the original vision never materialized.
100	2002-001	Senate Adjustment: Impact Aid (federal fund ceiling)	$0	$0	-$10,000,000	N	• **The Department concurs with this adjustment to better align the Impact Aid ceiling with historic revenues,** decreasing the ceiling from $55.19 million to $45.19 million. If excluding the FY13 receipts, the average collections would be only $41.6 million.

EDN	SEQ No.	Description	HB1700 Exec Req	HB1700 HD1	HB1700 SD1	MOF	Comment
150	100-001	Exec Request: Skilled Nursing Services	$2,000,000	$1	$2,000,000	A	• **The Department appreciates this addition of funds to assist in meeting the projected shortfall for this program**, and would point out that even if the $2 million request were funded, the program would still be underfunded by approximately $2 million. • The Act 119, SLH 2015 Skilled Nursing appropriation for FY17 is approximately $2.5 million, while the projected program requirement is $6.5 million.
200	1000-001	House Adjustment: Teacher Sabbatical	$0	$908,000	$0	A	• **The Department appreciates this inclusion of funds to meet the projected cost of paying teachers who are on sabbatical leave from their schools.** • This item is one of the Board of Education's original requests within EDN100. • The requested amount is based on the Unit 5 contract requirement that the Department provide 50 teachers with sabbaticals at full pay for half a year, or a full year at half of their pay rate. As negotiation of future contract revisions typically begin with the existing contract, the Department would not view the teacher sabbatical expense as non-recurring. As such, **the Department asks that this item please be considered a recurring expense.**
200	1001-001 2002-001	House and Senate Adjustment: National Assessment of Education Progress State Coordinator Program	$0	$22,000	$22,000	P	• **The Department concurs with this ceiling increase.** A Federal fund ceiling has been added in anticipation of additional federal receipts, due in large part to the increase in the fringe costs associated with this program.
200	2001-001	Senate Adjustment: Declining Balance Card Pilot Project	$0	$0	$500,000	A	• It appears this line item relates to SB2593. If so, this inclusion of funds is presumably to pilot a program to assist all or a portion of the approximately 11,900 teachers procure classroom and curriculum supplies. • Via its testimony on SB2593 the Department expressed its concern regarding the program's: 1. Potential for circumvention of the oversight role of Principals and SCCs; and 2. Potentially significant administrative workload impacts at both schools and centrally in OFS-Accounting Services-Vendor Payment Section. • However, if appropriated the Department would use these funds to work with a small group of Principals on the process and requirements. To ensure appropriate use of State funds, including compliance with HRS 103D, a pilot project may be modeled after current Purchase (P) Card procedures, which could necessitate the cardholders: 1. Receive training and pass a test every three years; 2. Complete and sign a purchase worksheets and forward to school administrator for signature; 3. Verify the receipt of items against packing slip for shipped items; 4. Coordinate of the entry of any fixed asset purchases (equipment costs greater

EDN	SEQ No.	Description	HB1700 Exec Req	HB1700 HD1	HB1700 SD1	MOF	Comment
							than $250) into the fixed assets system; 5. Reconcile the monthly bank statement with purchase receipts; and 6. Submit reconciliation to Vendor Payment. Failure to comply with policies and procedures would result in the forfeiture of the card.
300	100-001	Exec Request: Board of Education Support Office	$60,438	$0	$27,686	A	• **The Department appreciates these funds to assist with costs associated with the Board's increased community engagement via evening, neighbor island, and televised meetings.** • Without the additional funds, the Board's ability to increase community engagement will be limited.
300	101-900	Exec Request: Microsoft 365 License	$3,750	$3,750	$0	A	• The Department supports the addition of funds included in the Executive Supplemental Request by the state administration to place in each department's budget the pro-rata share of fund required to pay for an expense paid centrally by DAGS-Enterprise Technology Services.
300	1000-001	House Adjustment: Reduce Funds for Other Current Expenses	$0	-$3,750	$0	A	• The Department does not support this general reduction of other current expenses. Based on the amount of the reduction, it appears to relate to EDN300 Seq #101-900. It is unclear if the intent is that the Department will be expected to transfer the $3,750 contained in Seq #101-900 to DAGS-ETS, and also reduce a like amount from its EDN300 base budget.
300	1001-001	House Adjustment: Hawaii State Science and Engineering Fair	$0	$150,000	$0	A	• **The Department has concerns** that if the intent is that the Department contract with this specific organization, it is advisable that this be appropriated as a grant-in-aid pursuant to HRS Chapter 42F. This adjustment appears to be for the private non-profit Hawaii Academy of Science's annual fair, held at the State Convention Center. Note: this organization has submitted a GIA application.
300	1002-001 2000-001	House Adjustment: Teach for America	$0	$670,000	$670,000	A	• **The Department has concerns** that if the intent is: 1. To require the Department contract with this specific organization, it is advisable that these funds be appropriated as a grant-in-aid pursuant to HRS Chapter 42F. Note: this organization has submitted a GIA application. 2. To support the Alternative Teacher Route Programs and leave it to the Department to select a provider via the procurement process, it is advisable to amend the description of the worksheets to indicate: Alternative Teacher Route Programs.
400	100-001	Exec Request: Utilities	$9,000,000	$5,215,919	$5,215,919	A	• **The Department very much appreciates and supports the inclusion of these funds** for utilities (electricity, water, sewer, and gas) to meet on a recurring basis the revised (Feb. 2016) projected program expenses.

EDN	SEQ No.	Description	HB1700 Exec Req	HB1700 HD1	HB1700 SD1	MOF	Comment
400	101-001	Exec Request: Student Transportation Services	$6,984,689	$6,984,689	$6,984,689	A	• **The Department very much appreciates and supports the inclusion of these requested funds** to meet the recurring contract cost of providing transportation services to public school students.
400	2000-001	Senate Adjustment: Tree trimming, foliage control, and pest control	$0	$0	$650,000	A	• **The Department appreciates the inclusion of funds to provide a safer learning environment for schools.** • In order to maximize Facilities Maintenance Branch's responsiveness to schools' needs, **please consider broadening the use of these funds**, so that it may be managed in a lump sum fashion. • Note: $1 million request was to support AC repairs not covered by maintenance contracts (extra work).
400	2001-001	Senate Adjustment: Food Distribution Revolving Fund (revolving fund ceiling)	$0	$0	-$4,500,000	W	• **The Department concurs with this revolving fund ceiling adjustment.** Last year, Act 147, SLH 2015 abolished this revolving fund, but the appropriation ceiling was not reduced in the budget. This adjustment would delete the ceiling for this abolished revolving fund.
400	2002-001	Senate Adjustment: Food Service Program (federal fund ceiling)	$0	$0	$7,000,000	N	• **The Department concurs with this federal fund ceiling adjustment.** The increase of the fund ceiling from $57.2 million to $64.2 million will better reflect the fund's anticipated level of expenditures.
500	2000-001	Senate Adjustment: Adult Education Special Fund (special fund ceiling)	$0	$0	-$2,000,000	B	• **The Department concurs with this special fund ceiling adjustment.** The decrease of the special fund ceiling from $3.63 million to $1.63 million will better reflect the fund's anticipated level of expenditures.
500	2001-001	Senate Adjustment: Adult Education Revolving Fund (revolving fund ceiling)	$0	$0	-$295,000	W	• **The Department concurs with this revolving fund ceiling adjustment.** The decrease of the revolving fund ceiling from $795,000 to $500,000 will better reflect the fund's anticipated level of expenditures.
700	100-001	Exec Request: Mileage, transportation, and computer equipment for the Preschool Program	$41,000 $0	$0 $41,000	$41,000 $0	A N	• **The Department appreciates the inclusion of general funds** for this Executive Office on Early Learning's request for the expense of providing coaching, mentoring, and support for classroom teachers with the implementation of the PreKindergarten program at schools statewide. • **At this time, the Department and program are unaware of a source of federal funds that can be used for these purposes.**
700	101-001	Exec Request: Temporary position and funds for Executive Office on Early Learning	1.0 (temp) $57,108 0.0 $0	0.0 $0 2.0 (temp) $176,163	2.0 (temp) $76,854 0.0 $0	A A N N	• **The Department appreciates the inclusion of general funds** for this Executive Office on Early Learning's request for 2.0 temporary positions and operating funds. • **At this time, the Department and program are unaware of a source of federal funds that can be used for these purposes.**

Weighted Student Formula
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment C

Island	Org Desc	Gr Lvl	FY16-17 PROJECT ENROLL	PROJECTED IMPACT OF INCREASED WSF FUNDING: BY FORMULA $ 16,537,791	INCR to ELL by FORMULA $ 10,000,000	TOTAL INCREASE
Hawaii	DE SILVA	E	451	42,895	3,273	***46,168***
Hawaii	HAAHEO	E	184	18,102	6,107	***24,209***
Hawaii	HILO UNION	E	432	43,741	45,656	***89,397***
Hawaii	HOLUALOA	E	455	45,017	41,730	***86,747***
Hawaii	HONAUNAU	E	147	15,243	19,222	***34,465***
Hawaii	HONOKAA	E	353	34,736	5,554	***40,290***
Hawaii	HOOKENA	E	136	13,729	3,200	***16,929***
Hawaii	KAHAKAI	E	742	75,763	92,978	***168,741***
Hawaii	KAPIOLANI	E	342	34,511	25,976	***60,488***
Hawaii	KAUMANA	E	280	27,219	3,273	***30,492***
Hawaii	KEAAU II	E	817	83,127	79,066	***162,193***
Hawaii	KEALAKEHE	E	980	101,779	167,726	***269,505***
Hawaii	KEAUKAHA	E	406	39,991	546	***40,537***
Hawaii	KEONEPOKO	E	548	54,909	25,616	***80,525***
Hawaii	KOHALA	E	330	32,812	14,014	***46,826***
Hawaii	KONAWAENA	E	536	54,052	46,727	***100,779***
Hawaii	MT. VIEW	E	498	50,198	18,530	***68,728***
Hawaii	NAALEHU	E	394	40,769	78,616	***119,385***
Hawaii	PAHOA	E	414	41,783	28,487	***70,270***
Hawaii	WAIAKEA	E	814	79,740	28,943	***108,683***
Hawaii	WAIAKEAWAENA	E	693	67,906	16,854	***84,760***
Hawaii	WAIMEA	E	520	52,391	46,790	***99,182***
Hawaii	HILO INTER	M	451	43,120	7,092	***50,212***
Hawaii	KEAAU MIDDLE	M	691	68,047	26,599	***94,646***
Hawaii	KEALAKEHE INTER	M	697	67,955	45,277	***113,232***
Hawaii	KOHALA MIDDLE	M	188	18,039	4,182	***22,221***
Hawaii	KONAWAENA MIDDLE SCHOOL	M	545	53,207	31,821	***85,028***
Hawaii	WAIAKEA INTER	M	812	76,854	7,428	***84,282***
Hawaii	HILO HIGH	H	1,136	105,624	36,549	***142,172***
Hawaii	KEAAU HIGH	H	959	90,704	38,587	***129,291***
Hawaii	KEALAKEHE HIGH	H	1,313	122,769	87,034	***209,803***
Hawaii	KOHALA HIGH	H	235	21,699	2,400	***24,099***
Hawaii	KONAWAENA HIGH	H	750	70,315	48,193	***118,508***
Hawaii	WAIAKEA HIGH	H	1,210	110,154	13,638	***123,792***
Hawaii	KALANIANAOLE ELEM & INTER	CEM	317	32,139	40,166	***72,305***
Hawaii	PAAUILO ELEM & INTER	CEM	213	21,121	16,001	***37,122***
Hawaii	WAIKOLOA	CEM	769	76,532	88,364	***164,896***
Hawaii	HONOKAA HI & INTER	CMH	706	66,186	34,370	***100,555***
Hawaii	PAHOA HI & INTER	CMH	568	54,843	20,091	***74,934***
Hawaii	KAU HI & PAHALA ELEM	K12	518	51,313	56,748	***108,061***
Hawaii	KE KULA 'O 'EHUNUIKAIMALINO	K12	247	24,062	182	***24,244***
Hawaii Total			***22,797***	***2,225,097***	***1,403,605***	***3,628,701***
Kauai	ELEELE	E	470	46,891	36,263	***83,154***
Kauai	HANALEI	E	294	28,091	909	***29,000***
Kauai	KALAHEO	E	455	43,919	9,501	***53,420***
Kauai	KAPAA	E	913	91,510	47,793	***139,303***
Kauai	KAUMUALII	E	585	58,567	53,038	***111,605***
Kauai	KEKAHA	E	341	33,922	16,252	***50,174***
Kauai	KILAUEA	E	286	27,893	15,638	***43,531***
Kauai	KOLOA	E	386	37,686	16,365	***54,051***
Kauai	WILCOX	E	801	78,650	46,218	***124,868***
Kauai	KAMAKAHELEI MIDDLE	M	954	90,550	26,960	***117,510***
Kauai	KAPAA MIDDLE SCHOOL	M	660	62,861	13,078	***75,939***
Kauai	WAIMEA CANYON	M	416	39,704	14,589	***54,293***
Kauai	KAPAA HIGH	H	992	90,379	22,419	***112,798***
Kauai	KAUAI HIGH	H	1,099	100,122	48,949	***149,071***
Kauai	WAIMEA HIGH	H	582	53,685	23,556	***77,240***
Kauai Total			***9,234***	***884,429***	***391,528***	***1,275,957***

Weighted Student Formula
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment C

Island	Org Desc	Gr Lvl	FY16-17 PROJECT ENROLL	PROJECTED IMPACT OF INCREASED WSF FUNDING: BY FORMULA $ 16,537,791	INCR to ELL by FORMULA $ 10,000,000	TOTAL INCREASE
Lanai	LANAI HI & ELEM	K12	564	54,567	47,389	***101,956***
Lanai Total			***564***	***54,567***	***47,389***	***101,956***
Maui	HAIKU	E	487	48,467	25,011	***73,478***
Maui	KAHULUI	E	943	97,399	161,522	***258,921***
Maui	KAMALII	E	466	45,685	21,705	***67,391***
Maui	KAMEHAMEHA III	E	803	80,814	95,928	***176,741***
Maui	KIHEI	E	807	81,373	94,366	***175,738***
Maui	KULA	E	415	40,606	11,637	***52,243***
Maui	LIHIKAI	E	909	94,012	159,485	***253,497***
Maui	MAKAWAO	E	541	53,215	20,523	***73,738***
Maui	NAHIENAENA	E	729	74,481	111,299	***185,780***
Maui	PAIA	E	398	39,654	16,365	***56,019***
Maui	POMAIKAI	E	558	52,864	11,031	***63,895***
Maui	PUKALANI	E	417	41,029	15,862	***56,890***
Maui	PUU KUKUI	E	760	74,754	50,603	***125,358***
Maui	WAIHEE	E	742	73,131	30,954	***104,085***
Maui	WAILUKU	E	734	74,145	65,793	***139,938***
Maui	IAO	M	917	87,110	23,409	***110,519***
Maui	KALAMA INTER	M	877	83,320	12,601	***95,921***
Maui	LAHAINA INTER	M	726	70,493	57,467	***127,959***
Maui	LOKELANI INTER	M	607	58,159	22,888	***81,047***
Maui	MAUI WAENA INTER	M	1,179	114,291	82,334	***196,624***
Maui	BALDWIN HIGH	H	1,410	128,380	56,769	***185,149***
Maui	KEKAULIKE HIGH	H	1,044	95,060	21,149	***116,208***
Maui	LAHAINALUNA HIGH	H	973	90,607	95,075	***185,682***
Maui	MAUI HIGH	H	1,957	181,790	145,888	***327,678***
Maui	HANA HI & ELEMENTARY	K12	333	32,465	1,040	***33,505***
Maui Total			***19,732***	***1,913,301***	***1,410,705***	***3,324,005***
Molokai	KAUNAKAKAI	E	323	31,800	10,637	***42,437***
Molokai	KILOHANA	E	77	7,684	520	***8,204***
Molokai	MAUNALOA	E	50	4,947	0	***4,947***
Molokai	MOLOKAI MIDDLE	M	164	15,849	1,637	***17,485***
Molokai	MOLOKAI HI	H	343	31,997	6,429	***38,426***
Molokai Total			***957***	***92,276***	***19,223***	***111,499***
Oahu	AHRENS	E	1,304	131,603	177,510	***309,113***
Oahu	AHUIMANU	E	295	28,177	2,364	***30,541***
Oahu	AIEA	E	386	40,134	64,753	***104,887***
Oahu	AIKAHI	E	442	41,225	6,182	***47,408***
Oahu	AINA HAINA	E	477	44,765	14,973	***59,738***
Oahu	ALA WAI	E	414	42,983	92,922	***135,905***
Oahu	ALIAMANU	E	607	58,254	25,760	***84,014***
Oahu	ALIIOLANI	E	234	23,318	30,842	***54,160***
Oahu	BARBERS POINT	E	539	52,615	32,062	***84,677***
Oahu	ENCHANTED LAKE	E	463	43,735	2,546	***46,280***
Oahu	EWA	E	1,142	111,496	48,656	***160,152***
Oahu	EWA BEACH	E	802	77,330	31,353	***108,683***
Oahu	FERN	E	499	53,052	128,921	***181,973***
Oahu	HAHAIONE	E	560	53,210	30,738	***83,949***
Oahu	HALE KULA	E	755	73,568	22,597	***96,165***
Oahu	HALEIWA	E	210	20,313	2,909	***23,223***
Oahu	HAUULA	E	359	35,422	4,667	***40,089***
Oahu	HEEIA	E	470	45,300	9,674	***54,973***
Oahu	HELEMANO	E	622	61,605	21,152	***82,757***
Oahu	HICKAM	E	490	45,375	3,839	***49,213***
Oahu	HOKULANI	E	367	35,456	21,754	***57,211***
Oahu	HONOWAI	E	729	73,220	92,720	***165,939***
Oahu	HO'OKELE	E	597	57,777	8,401	***66,178***
Oahu	ILIAHI	E	409	39,964	16,995	***56,959***

Weighted Student Formula
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment C

Island	Org Desc	Gr Lvl	FY16-17 PROJECT ENROLL	PROJECTED IMPACT OF INCREASED WSF FUNDING: BY FORMULA $ 16,537,791	INCR to ELL by FORMULA $ 10,000,000	TOTAL INCREASE
Oahu	IROQUOIS POINT	E	764	73,513	25,524	***99,037***
Oahu	JEFFERSON	E	413	42,948	89,415	***132,363***
Oahu	KAAAWA	E	125	12,070	1,091	***13,161***
Oahu	KAAHUMANU	E	544	56,867	134,685	***191,552***
Oahu	KAALA	E	403	41,403	50,732	***92,135***
Oahu	KAELEPULU	E	188	17,492	2,000	***19,492***
Oahu	KAEWAI	E	326	33,888	61,824	***95,712***
Oahu	KAHALA	E	382	36,892	28,803	***65,694***
Oahu	KAHALUU	E	290	28,856	12,001	***40,857***
Oahu	KAHUKU	E	421	41,234	12,888	***54,121***
Oahu	KAILUA	E	356	34,541	12,523	***47,064***
Oahu	KAIMILOA	E	699	69,738	64,191	***133,928***
Oahu	KAINALU	E	501	47,440	5,273	***52,713***
Oahu	KAIULANI	E	372	40,689	134,811	***175,500***
Oahu	KALEIOPUU	E	896	86,280	44,764	***131,045***
Oahu	KALIHI	E	261	28,364	96,108	***124,472***
Oahu	KALIHI KAI	E	596	62,882	134,998	***197,880***
Oahu	KALIHI UKA	E	264	27,021	26,002	***53,023***
Oahu	KALIHI WAENA	E	521	54,337	105,484	***159,821***
Oahu	KAMILOIKI	E	420	39,679	9,213	***48,892***
Oahu	KANEOHE	E	619	58,318	6,061	***64,379***
Oahu	KANOELANI	E	729	69,528	24,611	***94,139***
Oahu	KAPALAMA	E	569	56,675	43,640	***100,316***
Oahu	KAPUNAHALA	E	538	51,308	11,787	***63,095***
Oahu	KAULUWELA	E	358	37,778	77,016	***114,794***
Oahu	KEOLU	E	132	12,795	3,637	***16,432***
Oahu	KEONEULA	E	965	91,588	22,504	***114,092***
Oahu	KIPAPA	E	583	56,780	25,643	***82,423***
Oahu	KOKO HEAD	E	326	30,854	15,698	***46,552***
Oahu	KUHIO	E	248	26,471	62,457	***88,928***
Oahu	LAIE	E	689	66,906	13,560	***80,466***
Oahu	LANAKILA	E	375	38,408	62,006	***100,413***
Oahu	LEHUA	E	298	29,495	19,638	***49,133***
Oahu	LEIHOKU	E	976	95,839	37,070	***132,908***
Oahu	LIHOLIHO	E	444	43,456	40,149	***83,605***
Oahu	LIKELIKE	E	352	37,438	97,420	***134,858***
Oahu	LINAPUNI	E	149	17,320	65,959	***83,280***
Oahu	LINCOLN	E	326	32,632	44,954	***77,586***
Oahu	LUNALILO	E	401	41,132	71,272	***112,404***
Oahu	MAEMAE	E	654	62,698	21,820	***84,518***
Oahu	MAILI	E	1,045	103,565	36,057	***139,622***
Oahu	MAKAHA	E	581	57,320	7,728	***65,047***
Oahu	MAKAKILO	E	545	52,580	19,253	***71,833***
Oahu	MAKALAPA	E	716	69,817	37,871	***107,689***
Oahu	MANANA	E	431	40,807	8,364	***49,171***
Oahu	MANOA	E	556	52,836	20,844	***73,681***
Oahu	MAUKA LANI	E	633	61,473	9,953	***71,426***
Oahu	MAUNAWILI	E	361	34,376	2,909	***37,286***
Oahu	MILILANI IKE	E	770	70,726	7,728	***78,454***
Oahu	MILILANI MAUKA	E	855	80,307	10,183	***90,489***
Oahu	MILILANI UKA	E	664	62,998	4,546	***67,544***
Oahu	MILILANI-WAENA	E	799	75,843	12,109	***87,952***
Oahu	MOANALUA	E	596	55,514	13,191	***68,705***
Oahu	MOKAPU	E	906	87,312	18,641	***105,953***
Oahu	MOKULELE	E	349	33,165	5,200	***38,366***
Oahu	MOMILANI	E	409	38,142	6,182	***44,324***
Oahu	NANAIKAPONO	E	853	85,336	49,641	***134,977***
Oahu	NANAKULI EL	E	471	46,487	727	***47,215***

Weighted Student Formula
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment C

				PROJECTED IMPACT OF INCREASED WSF FUNDING		
			FY16-17	BY	INCR to ELL	
			PROJECT	FORMULA	by FORMULA	TOTAL
Island	Org Desc	Gr Lvl	ENROLL	$ 16,537,791	$ 10,000,000	INCREASE
Oahu	NIMITZ	E	713	67,521	6,504	***74,025***
Oahu	NOELANI	E	432	40,880	21,230	***62,111***
Oahu	NUUANU	E	369	34,645	6,429	***41,074***
Oahu	PALISADES	E	421	40,107	12,024	***52,131***
Oahu	PALOLO	E	278	29,884	79,513	***109,397***
Oahu	PARKER	E	350	34,153	11,352	***45,505***
Oahu	PAUOA	E	300	29,600	21,866	***51,465***
Oahu	PEARL CITY	E	442	43,662	28,721	***72,382***
Oahu	PEARL CITY HIGHLANDS	E	530	50,656	19,402	***70,058***
Oahu	PEARL HARBOR	E	615	60,335	31,091	***91,426***
Oahu	PEARL HARBOR KAI	E	532	50,873	12,744	***63,617***
Oahu	PEARL RIDGE	E	572	54,151	20,036	***74,187***
Oahu	POHAKEA	E	607	59,445	28,357	***87,802***
Oahu	POPE	E	223	22,315	1,273	***23,587***
Oahu	PUOHALA	E	315	30,677	9,274	***39,950***
Oahu	PUUHALE	E	230	24,219	47,225	***71,444***
Oahu	RED HILL	E	515	49,617	20,709	***70,326***
Oahu	ROYAL	E	412	41,531	44,368	***85,898***
Oahu	SALT LAKE	E	709	70,058	84,330	***154,388***
Oahu	SCOTT	E	507	49,028	22,749	***71,777***
Oahu	SHAFTER	E	511	48,917	11,430	***60,347***
Oahu	SOLOMON	E	937	93,483	32,074	***125,557***
Oahu	SUNSET BEACH	E	449	42,700	9,637	***52,337***
Oahu	WAHIAWA	E	512	51,814	40,549	***92,363***
Oahu	WAIAHOLE	E	90	8,849	520	***9,369***
Oahu	WAIALUA	E	569	55,214	20,620	***75,834***
Oahu	WAIANAE	E	618	61,851	34,581	***96,432***
Oahu	WAIAU	E	483	46,607	18,163	***64,770***
Oahu	WAIKELE	E	626	61,018	79,313	***140,331***
Oahu	WAIKIKI	E	543	54,149	84,598	***138,747***
Oahu	WAIMALU	E	457	44,761	39,230	***83,991***
Oahu	WAIPAHU	E	1,097	115,596	289,349	***404,946***
Oahu	WEBLING	E	514	48,152	5,819	***53,971***
Oahu	WHEELER	E	786	76,319	16,365	***92,685***
Oahu	WILSON	E	583	55,154	27,722	***82,877***
Oahu	HOLOMUA	E (MT)	1,205	114,674	42,311	***156,985***
Oahu	KAPOLEI	E (MT)	907	87,209	18,438	***105,647***
Oahu	AIEA INTER	M	572	54,278	21,275	***75,553***
Oahu	ALIAMANU MIDDLE	M	700	65,754	15,631	***81,385***
Oahu	CENTRAL MIDDLE	M	425	43,256	78,706	***121,962***
Oahu	DOLE MIDDLE	M	790	79,833	131,606	***211,439***
Oahu	EWA MAKAI MIDDLE	M	907	85,823	13,288	***99,111***
Oahu	HIGHLANDS INTER	M	896	83,461	16,109	***99,571***
Oahu	ILIMA INTER	M	867	82,507	27,093	***109,601***
Oahu	JARRETT MIDDLE	M	250	24,584	19,782	***44,365***
Oahu	KAILUA INTER	M	756	70,161	9,896	***80,056***
Oahu	KAIMUKI MIDDLE	M	986	91,609	35,018	***126,627***
Oahu	KALAKAUA MIDDLE	M	982	97,922	122,501	***220,423***
Oahu	KAWANANAKOA MIDDLE	M	818	77,473	32,384	***109,857***
Oahu	KING INTER	M	666	62,481	5,334	***67,815***
Oahu	MOANALUA MIDDLE	M	814	75,621	19,381	***95,002***
Oahu	NIU VALLEY MIDDLE	M	917	83,884	20,345	***104,229***
Oahu	STEVENSON MIDDLE	M	658	62,706	33,622	***96,328***
Oahu	WAHIAWA MIDDLE	M	828	79,952	38,455	***118,407***
Oahu	WAIANAE INTER	M	937	90,991	29,312	***120,303***
Oahu	WAIPAHU INTER	M	1,346	131,904	147,101	***279,005***
Oahu	WASHINGTON MIDDLE	M	853	82,986	77,286	***160,272***
Oahu	WHEELER MIDDLE	M	774	73,088	10,335	***83,424***

Weighted Student Formula
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment C

				PROJECTED IMPACT OF INCREASED WSF FUNDING		
			FY16-17	BY	INCR to ELL	
			PROJECT	FORMULA	by FORMULA	TOTAL
Island	Org Desc	Gr Lvl	ENROLL	$ 16,537,791	$ 10,000,000	INCREASE
Oahu	KAPOLEI MIDDLE	M (MT)	1,430	134,377	26,081	***160,458***
Oahu	MILILANI MIDDLE	M (MT)	1,877	171,639	13,356	***184,995***
Oahu	AIEA HIGH	H	1,038	95,354	46,368	***141,721***
Oahu	CAMPBELL HIGH	H	3,102	283,336	89,823	***373,158***
Oahu	CASTLE HIGH	H	1,148	103,382	12,604	***115,986***
Oahu	FARRINGTON HIGH	H	2,349	224,721	304,713	***529,433***
Oahu	KAILUA HIGH	H	762	69,691	14,055	***83,746***
Oahu	KAIMUKI HIGH	H	743	70,941	86,962	***157,903***
Oahu	KAISER HIGH	H	1,140	100,536	14,717	***115,254***
Oahu	KALAHEO HIGH	H	907	80,559	11,081	***91,640***
Oahu	KALANI HIGH	H	1,310	116,598	39,214	***155,812***
Oahu	KAPOLEI HIGH	H	2,018	180,828	33,758	***214,586***
Oahu	LEILEHUA HIGH	H	1,650	151,885	52,265	***204,151***
Oahu	MCKINLEY HIGH	H	1,583	149,737	174,050	***323,787***
Oahu	MILILANI HIGH	H	2,534	222,580	18,244	***240,824***
Oahu	MOANALUA HIGH	H	1,940	172,589	38,635	***211,223***
Oahu	PEARL CITY HIGH	H	1,620	144,934	37,274	***182,208***
Oahu	RADFORD HIGH	H	1,377	122,882	21,745	***144,627***
Oahu	ROOSEVELT HIGH	H	1,359	124,727	66,152	***190,879***
Oahu	WAIANAE HIGH	H	1,822	170,116	64,901	***235,018***
Oahu	WAIPAHU HIGH	H	2,481	233,871	236,399	***470,270***
Oahu	WAIMANALO ELEM & INTER	CEM	489	48,476	21,562	***70,038***
Oahu	KAHUKU HI & INTER	CMH	1,386	128,451	36,635	***165,086***
Oahu	NANAKULI HI & INTER	CMH	1,089	103,578	40,409	***143,987***
Oahu	WAIALUA HIGH & INTER	CMH	690	63,675	18,289	***81,964***
Oahu	ANUENUE	K12	423	41,409	19,238	***60,647***
Oahu Total			***118,153***	***11,293,021***	***6,727,551***	***18,020,572***
	DOE ENROLLMENT RESERVE	E	***766***	***75,101***	***0***	***75,101***
Grand Total			***172,203***	***16,537,791***	***10,000,000***	***26,537,791***

Classroom Supplies and Equipment
HB1700 HD1 SD1 - Impact Statement
(by School)

Attachment D

Island	School	Type of Classroom or Facility	Origianal BOE Request	Pro-Rated to Exec Req Amt
Hawaii	Waikoloa Elementary & Middle	Intermediate Science	$ 87,840	$ 57,272
	Waikoloa Elementary & Middle Total		$ 87,840	$ 57,272
	Waimea Middle	Faculty Center	$ 7,810	$ 5,092
		Gen Ed	$ 68,364	$ 44,574
		Intermediate Science	$ 164,880	$ 107,503
		Resource Room	$ 117,260	$ 76,455
	Waimea Middle Total		$ 358,314	$ 233,624
Maui	Kahului Elementary	Art	$ 28,030	$ 18,276
		Dance/Drama	$ 37,740	$ 24,607
		Gen Ed	$ 43,225	$ 28,183
		Music	$ 37,740	$ 24,607
	Kahului Elementary Total		$ 146,735	$ 95,673
	King Kekaulike High	Dance/Drama	$ 11,260	$ 7,342
	King Kekaulike High Total		$ 11,260	$ 7,342
	Lahaina Intermediate	Gen Ed	$ 37,449	$ 24,417
	Lahaina Intermediate Total		$ 37,449	$ 24,417
	Maui Waena Intermediate	Chorus	$ 1,100	$ 717
		Gen Ed	$ 58,059	$ 37,855
		Intermediate Science	$ 242,320	$ 157,995
		Resource Room	$ 58,630	$ 38,227
	Maui Waena Intermediate Total		$ 360,109	$ 234,794
	Shafter Elementary	Gen Ed	$ 57,380	$ 37,412
	Shafter Elementary Total		$ 57,380	$ 37,412
Molokai	Molokai High School	Biology & Physics	$ 77,570	$ 50,576
		Chemistry	$ 67,535	$ 44,033
	Molokai High School Total		$ 145,105	$ 94,610
Oahu	Campbell High	Gen Ed	$ 65,794	$ 42,898
	Campbell High Total		$ 65,794	$ 42,898
	Hickam Elementary	Admin / Library	$ 153,806	$ 100,283
	Hickam Elementary Total		$ 153,806	$ 100,283
	Kaiser High	Trainer	$ 25,570	$ 16,672
	Kaiser High Total		$ 25,570	$ 16,672
	Kanoelani Elementary	Gen Ed	$ 29,070	$ 18,954
	Kanoelani Elementary Total		$ 29,070	$ 18,954
	Kapolei High	PE Classrooms	$ 55,289	$ 36,049
	Kapolei High Total		$ 55,289	$ 36,049
Grand Total			$ 1,533,721	$ 1,000,000

HB1700 Provisos
HD1 and SD1 Comparison with Comments

HB1700 HD1	HB1700 SD1
	SECTION 7.3. Provided that: (1) Of the federal fund appropriation for fiscal year 2016-2017 for workforce development (LBR111), $500,000 or so much thereof as may be necessary shall be expended for 6.00 positions and operating expenses for community schools for adults programs to comply with the federal Workforce Innovation and Opportunity Act (WIOA); and (2) The department of labor and industrial relations and department of education shall enter into a memorandum of agreement for establishing and filling of the positions and expenditure of the funds, paragraph (1) to which is applicable."

Comment:

- The Department appreciates this support for the Adult Education program (EDN500), but has been advised by staff at DLIR that there is no availability of any federal funds that DLIR could use to help address the significant workload increases imposed on the Department's Adult Education program as a result of the passage of WIOA.
- Those workload increases are primarily around the requirement that the Adult Education programs:
    1. Adopt the DOE's adopted academic standards; and
    2. Provide transition services for students to attain college and career goals.
- **The Department respectfully suggests that <u>general funds</u> would be needed to support the workload requirements of this program.**

HB1700 Provisos
HD1 and SD1 Comparison with Comments

HB1700 HD1	HB1700 SD1
(17) By repealing section 25: "[~~SECTION 25. Provided that of the general fund appropriation for each fiscal year for school-based budgeting (EDN100):~~ ~~(1) $3,600,000 for each fiscal year shall be expended for the payment of recruitment and retention incentives to teachers in hard-to-fill teaching positions;~~ ~~(2) With respect to teachers in hard-to-fill teaching positions in charter schools:~~ ~~(A) Their incentives shall be paid from the appropriation specified in paragraph (1), notwithstanding the fact that the appropriation is made under state administration (EDN100) instead of charter schools (EDN600); and~~ ~~(B) The superintendent of education and the executive director of the state public charter school commission shall develop procedures for the direct payment of incentives to teachers in hard-to-fill teaching positions in the charter schools; and~~ (3) ~~The superintendent of education shall submit a report to the legislature no later than twenty days prior to the convening of the regular session of 2016 on the actions taken pursuant to this section.~~]"	(7) By amending section 25 to read: "SECTION 25. Provided that of the general fund appropriation for each fiscal year for school-based budgeting (EDN100): (1) $3,600,000 for each fiscal year shall be expended for the payment of recruitment and retention incentives to teachers in hard-to-fill teaching positions[~~;~~] <u>in schools that are not charter schools; and</u> (2) [~~With respect to teachers in hard-to-fill teaching positions in charter schools:~~ ~~(A) Their incentives shall be paid from the appropriation specified in paragraph (1), notwithstanding the fact that the appropriation is made under state administration (EDN100) instead of charter schools (EDN600); and~~ ~~(B) The superintendent of education and the executive director of the state public charter school commission shall develop procedures for the direct payment of incentives to teachers in hard-to-fill teaching positions in the charter schools; and~~] ~~(3)~~] The superintendent of education shall submit a report to the legislature no later than twenty days prior to the convening of the regular session of [~~2016~~] <u>2017</u> on the actions taken pursuant to this section."

Comments:

- Section 25 from Act 119, SLH 2015 (the Biennium Budget) instructed the DOE to use the $3.6 million appropriated for hard to fill teaching positions for both DOE and charter schools.
- The HD1 seeks to eliminate this requirement that the DOE use EDN100 general funds for charter school expenses. The SD1 seeks to clarify that the $3.6 million in EDN100 for hard to fill teaching positions is to be used only for DOE schools.
- **The Department supports either proviso as they both achieve the same end,** of having EDN100 be used for only DOE public schools. This proviso is consistent with normal/past practice and the charter school general fund formula contained in HRS §302D-28.
- The SD1 proviso Section 26.1 makes it clear that a portion of the appropriation to EDN612 (the charter schools commission) is to be used as an incentive for hard-to-fill teaching positions.

HB1700 HD1	HB1700 SD1
	"SECTION 25.1. Provided that: (1) Of the general fund appropriation for state administration (EDN300), $500,000 or so much thereof as may be necessary for fiscal year 2016-2017 shall be expended for the operation of a declining balance debit card pilot project during school year 2016-2017; (2) Under the pilot project, the department of education shall issue declining balance debit cards to a group of teachers that may be used by the teachers to purchase school supplies utilized for instruction of their students; (3) The department of education shall evaluate the benefits and detriments of the pilot project and submit a report of its evaluation to the legislature at least twenty days before the convening of the regular session of 2018. The report shall include a recommendation of whether to establish a permanent declining balance debit card program, to refrain from establishing a permanent program, or to continue the pilot project for further evaluation; and (4) Upon request of the department of education, the state procurement office shall assist the department in the establishment and evaluation of the pilot project to the best extent possible."

Comment:

- See Attachment B for comments on this Senate Adjustment seq. 2001-001.
- Senate Adjustment made to EDN200 and this proviso references EDN300, so if included the proviso needs to align to where the funds are appropriated.

HB1700 HD1	HB1700 SD1
(28) By amending section 41 to read as follows: "SECTION 41. Provided that, of the appropriation for information management and technology (AGS130): (1) The following amounts may be expended by the chief information officer for any of the projects listed under paragraph (2) and for no other purpose: (A) $6,100,000 in general funds, $1,800,000 in special funds, $7,700,000 in federal funds, $600,000 in other federal funds, and $100,000 in revolving funds in fiscal year 2015-2016; and (B) $5,500,000 in general funds, $1,600,000 in special funds, $15,200,000 in federal funds, and $80,000 in revolving funds in fiscal year 2016-2017; (2) The projects, the amounts under paragraph (1) for which may be expended, are the following: (A) Information technology system upgrades and repair and maintenance for rabies quarantine (AGR131); (B) Datamart upgrades for information processing and communication services (AGS131); (C) Statewide voter registration system for the office of elections (AGS879); (D) Child support enforcement (keiki) system modernization feasibility study for child support enforcement services (ATG500); (E) Computer hardware and software compliance upgrade for the Hawaii housing finance and development corporation (BED160); (F) ALIAS project completion for professional and vocational licensing (CCA105); (G) Complaints management system replacement for regulated industries complaints office (CCA112); (H) Student information system for state administration	(16) By amending section 41 to read: "SECTION 41. Provided that, of the appropriation for information management and technology (AGS130): (1) The following amounts may be expended by the chief information officer for any of the projects listed under paragraph (2) and for no other purpose: (A) $6,100,000 in general funds, $1,800,000 in special funds, $7,700,000 in federal funds, $600,000 in other federal funds, and $100,000 in revolving funds in fiscal year 2015-2016; and (B) $5,500,000 in general funds, $1,600,000 in special funds, $15,200,000 in federal funds, and $80,000 in revolving funds in fiscal year 2016-2017; (2) The projects, the amounts under paragraph (1) for which may be expended, are the following: (A) Information technology system upgrades and repair and maintenance for rabies quarantine (AGR131); (B) DataMart upgrades for information processing and communication services (AGS131); (C) Statewide voter registration system for the office of elections (AGS879); (D) Child support enforcement (keiki) system modernization feasibility study for child support enforcement services (ATG500); (E) Computer hardware and software compliance upgrade for the Hawaii housing finance and development corporation (BED160); (F) ALIAS project completion for professional and vocational licensing (CCA105); (G) Complaints management system replacement for regulated industries complaints office (CCA112); (H) Student information system for state administration

HB1700 HD1	HB1700 SD1
(EDN300); (I) Security management and compliance plan administration and monitoring for general support for health care payments (HMS902); (J) Kauhale on-line eligibility assistance (KOLEA) system maintenance and operation for general support for health care payments (HMS902); and (K) Information technology system conversion for general administration (TRN995); (3) Before expending any amount for a project listed under paragraph (2), the chief information officer shall consult with the governor and all administrative heads of the departments or agencies with jurisdiction over the listed projects; (4) The chief information officer, with the approval of the governor, shall identify the [~~non-general~~] funds to be expended on the projects, and: (A) The governor shall direct the administrative heads of the departments or agencies with jurisdiction over the projects to expend the identified [~~non-general~~]funds as required by the chief information officer; or (B) Alternatively, the chief information officer, with the approval of the governor, may delegate to the administrative head of a department or agency the authority to expend the identified [~~non-general~~] funds for a project in accordance with the chief information officer's direction. For the purpose of this paragraph, the chief information officer shall comply with any matching requirement for the expenditure of federal funds or other federal funds; (5) When directing or authorizing the expenditure for the listed projects, the chief information officer, to the fullest extent possible, shall strive for a commonality and efficiency of	(EDN300); (I) Security management and compliance plan administration and monitoring for general support for health care payments (HMS902); (J) Kaushal on-line eligibility assistance (KOLEA) system maintenance and operation for general support for health care payments (HMS902); and (K) Information technology system conversion for general administration (TRN995); (3) Before expending any amount for a project listed under paragraph (2), the chief information officer shall consult with the governor and all administrative heads of the departments or agencies with jurisdiction over the listed projects; (4) The chief information officer, with the approval of the governor, shall identify the [~~non-general~~] funds to be expended on the projects, and: (A) The governor shall direct the administrative heads of the departments or agencies with jurisdiction over the projects to expend the identified [~~non-general~~] funds as required by the chief information officer; or (B) Alternatively, the chief information officer, with the approval of the governor, may delegate to the administrative head of a department or agency the authority to expend the identified [~~non-general~~] funds for a project in accordance with the chief information officer's direction. For the purpose of this paragraph, the chief information officer shall comply with any matching requirement for the expenditure of federal funds or other federal funds; (5) When directing or authorizing the expenditure for the listed projects, the chief information officer, to the fullest extent possible, shall strive for a commonality and efficiency of

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information technology systems; (6) The governor, after consultation with the chief information officer, may establish not more than 5.00 temporary positions exempt from the civil service and assign them to assist departments or agencies with projects funded under this section; (7) If any part of the amount specified under paragraph (1) becomes unnecessary because of completion, delay, or abandonment of a project or other reason, the chief information officer shall notify the legislature in the report required under paragraph (9); (8) The difference between the amount specified under paragraph (1)(A) or (B) for a fiscal year and the amount expended or encumbered for the projects listed under paragraph (2) for that fiscal year shall lapse on June 30 of that fiscal year and shall not be expended by the chief information officer for any other purpose; and (9) The chief information officer shall submit a report to the legislature not later than twenty days prior to the convening of the regular session of 2016 on the expenditures made under this section and a discussion of the operational and financial feasibility of sustaining such a process as a means of increasing oversight and transparency and better managing of the state's information systems."	information technology systems; (6) The governor, after consultation with the chief information officer, may establish not more than 5.00 temporary positions exempt from the civil service and assign them to assist departments or agencies with projects funded under this section; (7) If any part of the amount specified under paragraph (1) becomes unnecessary because of completion, delay, or abandonment of a project or other reason, the chief information officer shall notify the legislature in the report required under paragraph (9); (8) The difference between the amount specified under paragraph (1)(A) or (B) for a fiscal year and the amount expended or encumbered for the projects listed under paragraph (2) for that fiscal year shall lapse on June 30 of that fiscal year and shall not be expended by the chief information officer for any other purpose; and (9) The chief information officer shall submit a report to the legislature no later than twenty days prior to the convening of the regular session of 2016 on the expenditures made under this section and a discussion of the operational and financial feasibility of sustaining such a process as a means of increasing oversight and transparency and better managing of the state's information systems."

HD1 and SD1 provisos are the same:

- **The Department supports the amendment made to this proviso** that would afford the same authority as has existed only for non-general funds to all funds, for the CIO to delegate resources to other departments for expenditure.
- **The Department is concerned** that unless the funds for project (2)(H) for the student information system are shifted from FY2015-16 to FY2016-17, **there may not be enough time in FY2015-16 to both transfer the funds and fully expend or encumber them.**
- **Proviso relates to SB2541.**

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SECTION 7. Part VII, Act 119, Session Laws of Hawaii 2015, is amended: (1) By repealing section 127: "[~~SECTION 127. Provided that the director of finance shall ensure that non-facility per pupil general fund amounts allocated for department of education and charter school students are equal on an annualized fiscal year basis; provided further that, for the purposes of this section, all general fund appropriations for school-based budgeting (EDN100), instructional support (EDN200), state administration (EDN300), and school support (EDN400) shall be considered non-facility appropriations for department of education students; provided further that, for the purposes of this section, the general fund appropriation for charter schools (EDN600) shall be considered the non-facility appropriation for charter school students; provided further that, for the purposes of this section, all grant appropriations issued pursuant to chapter 42F, Hawaii Revised Statutes, and funds appropriated for teacher recruitment and retention incentive for hard-to-fill positions shall be excluded from non-facility appropriations for the department of education and charter schools; and provided further that, notwithstanding any other law to the contrary, for fiscal year 2015-2016 and fiscal year 2016-2017, the director of finance shall: (1) Determine the sum of general fund appropriations made for the department of education and charter school student non-facility costs; (2) Determine the sum of department of education and charter school student enrollment based upon verified actual student enrollment counts as of October 15; (3) Determine a per pupil amount by dividing the sum of general fund appropriations determined under paragraph (1) by the sum	

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~~of student enrollment determined under paragraph (2);~~ ~~(4) Transfer a general fund amount between the department of education and charter schools prior to November 1, 2015, and November 1, 2016, respectively, that will provide each with a per pupil allocation equal to the amount determined on an annualized fiscal year basis under paragraph (3); and~~ (5) ~~Account for all calculations and transfers made pursuant to this section in a report to the legislature, governor, department of education, and charter schools within ten days of any transfer made pursuant to this section.~~]"	
• Section 127 of Act 119, SLH 2015 (the biennium budget) provides guidance for calculating the "charter school true up" by excluding from that calculation any: 1. Grant in aid (chapter 42F) appropriations; and 2. Funds appropriated for "hard to fill" teacher incentives. • The House Draft seeks to delete the proviso and the Senate Draft does not amend it. • **For the sake of clarity, it is recommended this proviso be retained.**	

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Department of Education
FY17 Capital Improvements Program Projects - Summary

Costs in Thousands; MOF C Unless Otherwise Indicated; EDN 100 Unless Otherwise Indicated

KPI	School	Project	Fund Symbols	Act 119, FY15-16	Act 119, FY16-17	Exec Req Δs FY16-17	HB1700 FY16-17	HD1 3/9/16 FY16-17	SD1 4/8/16 FY16-17
G-81	Lump Sum - Project Positions (EDN 400) **Governor's Budget deleted $6.5 million in MOF C		P	6,500	6,500	-6,500	0		
G-81	Lump Sum - Project Positions (EDN 400) **Governor's Budget & HB1700 new amount in MOF A		P			4,349	4,349	4,349	4,349
G-1	Lump Sum - Condition		P,D,C,E	134,000	66,000	10,125	76,125	81,125	81,125
G-2	Lump Sum - Equity		P,L,D,C,E	15,313	2,955	13,125	16,080	16,080	21,080
G-3	Lump Sum - Program Support		P,L,D,C,E	16,500	1,000	10,625	11,625	11,625	11,625
G-4	Lump Sum - Capacity		P,L,D,C,E	10,000	0	16,125	16,125	16,125	16,125
G-5	Lump Sum - Project Adjustment		D	1	1		1	1	1
Legislative Add-Ons				105,594					
G-5.01	Lump Sum CIP - Heat Abatement, Statewide		P,D,C,E			30,000	30,000	30,000	30,000
	Aiea High	Weight Training Room	D,C,E					805	
	Aiea Intermediate	Expansion of Band Room	D,C,E					2,000	
	Ala Wai Elementary	Physical Fitness Station	E					100	
	Ala Wai Elementary	Covered Play Court	P,D					200	
G-10.01	August Ahrens Elementary	Elec Upgrades in Bldg I, J, M & One Portable Classroom	D,C,E					1,924	1,924
G-10.02	August Ahrens Elementary	Restroom Renovation for Bldg A & B	C,E					566	566
G-10.03	Baldwin High	Parking Lot Improvements	D,C						3,400
	Castle High	Reno of Existing Classrm for Digital Media/Video Pathway	C					150	
	Central Middle	Renovation of A Bldg Restrooms	C					200	
G-16.01	Ewa Makai Middle	Third Classroom Wing & Improvements	C,E						4,000
	Farrington High	Convert 3 Rooms to PE Facilities	P,D,C					600	
	Haaheo Elementary	Covered Play Court	P,D,C					2,000	
	Heeia Elementary	New Fire Lane for Access to the Rear of the School	P,D,C,E					300	
	Highlands Intermediate	Canopy Courtyard for Heat Abatement & Social Area	P,D,C,E					300	
G-18.01	Honokaa High	Restroom Renovation for Auditorium	D,C						1,500
	Honokaa High	Track and Field Facilities at Honokaa Park	P,D,C					1,500	
G-19.01	Honowai Elementary	New Classroom Building	D,C,E					16,420	16,420
	Jefferson Elementary	A Learning Center on Ainakea Way	P,D,C					500	
	Kahakai Elementary	Access Road Safety Improvements	C					355	
G-23.01	Kahuku High	Replace Bleachers & New ADA Restrooms at Athletic Field	P,D,C					1,000	3,000
G-24.01	Kaimuki High	AC Buildings A and H	D,C						225
	Kaimuki High	Replacement of Seating in School Auditorium	C					500	
G-25	Kaimuki Middle	Conversion of Building V Classroom 1 into 2 Science Labs	P,D,C,E	600					600
	Kalihi Elementary	Improvement of School Facilities	P,D,C,E					2,000	
	Kalihi Kai Elementary	Expansion of Dillingham Pkg Lot and Drop Off Site	C					330	
	Kalihi Uka Elementary	Imprv of School Facil inc Wheelchair Lift in Café & Library	P,D,C,E					2,000	
	Kaneohe Elementary	Prefabricated Modular Energy Positive Portable Classroom	P,D,C					541	
G-29.01	Kanoelani Elementary	Portable Classroom	D,C					500	500
	Kapaa Elementary	Techinical Infrastructure Upgrades	P,D,C,E					700	
	Kapaa High	Techinical Infrastructure Upgrades	P,D,C,E					1,000	
G-29.02	Kapaa Middle	Campus-wide Hurricane Window Upgrades	D,C						1,800
G-29.03	Kapiolani Elementary	New Covered Playcourt	D,C						1,500
	Kapolei Middle	Reroofing of Bldgs A,C,F,G & H	P,D,C					2,600	
	Kapunahala Elementary	Two Portabel Classrooms	P,D,C,E					400	
	Kau High	Installation of Walkway Lighting	C					150	
	Keaau Elementary	Replace the Aging and Rusted Gutters	C					200	
G-32.01	Keaukaha Elementary	Cafeteria Equipment	E						500
G-33.01	Kihei High	Phase II for the School	D,C					37,500	38,000
	Kilauea Elementary	Techinical Infrastructure Upgrades	P,D,C,E					450	
	Kohala Middle	Cover Play Court inc Reroof, Electrical & ADA Access	P,D,C					2,300	
	Konawaena High	Replace the Lighting System & Scoreboards at Gymnasium	P,D,C,E					335	
G-35.01	Kuhio Elementary	New Perimeter Wall/Fence	D,C						400
	Kuhio Elementary	School Cafeteria Repainting	C,E					100	
G-37.01	Lahainaluna High	Reroof Building A	c						120
	Lahainaluna High	Air Conditioning	C					650	
G-37.02	Lanakila Elementary	AC/Heat Abatement for Buildings A, B, C, & D	P,D,C,E						225
	Lehua Elementary	Addition of a Covered Tension Fabric Structure	C					1,000	
	Lunalilo Elementary	School Furniture Replacement	E					75	
	Lunalilo Elementary	Playground Improvements	E					110	
	Lunalilo Elementary	Library Renovation	E					65	
G-45.01	Maemae Elementary	Campus-wide Electrical Upgrade	P,D,C,E					1,500	2,500
	Maemae Elementary	Installation of Field Turf in the Courtyard Area	P,D,C,E					500	
G-46.01	Makakilo Elementary	Campus-wide AC	P,D,C						3,850
G-50	Maui High	Renovate & Expand Band/Choir Bldg inc Additional Storage	D,C,E	2,000				2,000	1,950
G-50.01	Maui High	Gymnasium Heat Abatement	D,C						600
G-51.01	Maui Waena Intermediate	Cafeteria Ceiling Fans & Heat Abatement	D,C						400
	Mauka Lani Elementary	Building Handicap Ramp	C					1,045	
	Mayor Joseph Fern Elementary	Erect a Fence & Gate along Bldg B	C					10	
G-52.01	McKinley High	Bleachers & Other Improvements for Stadium	P,D,C					500	6,000
G-52.02	Mililani High	Bldg A Extension, Enclosing of Courtyard	D,C						3,000
G-52.03	Mililani High	Parking Lot Access and ADA Access	P,D,C,E						2,000
G-53	Mililani Middle	a 15 Classroom Building (changed from 15 Clsrm Bldgs)	P,D		1,500		1,500	11,500	1,500
G-54.01	Mililani Uka Elementary	Erosion Control, Drainage Imprvmts & Fire Lane pavement	D,C					760	760
G54.02	Moanalua Elementary	Bldg C & Library Restroom Renovations	P,D,C						350

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Department of Education
FY17 Capital Improvements Program Projects - Summary

Costs in Thousands; MOF C Unless Otherwise Indicated; EDN 100 Unless Otherwise Indicated

KPI	School	Project	Fund Symbols	Act 119, FY15-16	Act 119, FY16-17	Exec Req Δs FY16-17	HB1700 FY16-17	HD1 3/9/16 FY16-17	SD1 4/8/16 FY16-17
G-55	Moanalua High	Second Phase of Performing Arts Center	D,C,E	9,900				9,900	9,900
G-57	Mountain View Elementary	Drainage Improvements & Raised Covered Walkway	C	230				505	
	Naalehu Elementary	Campus-wide Repair & Maintenance	C					290	
G-57.01	New Secondary School Kapolei	New Secondary School	P,D,C						40,000
	Niu Valley Middle	Expand the Bldg with the Four World Language Classrms	D,C					3,325	
G-58.01	Noelani Elementary	New Library/Multi-purpose Building	D,C,E						7,800
G-59	Noelani Elementary	Library Exp/Renovate/Improve inc. Reroofing, New Windows	P,D,C,E	800				3,400	
G-59.01	Nuuanu Elementary	Portable Classroom	P,D,C,E					300	500
	Pahoa Elementary	Covered Walkways	C					200	
	Paia Elementary	A Classroom Building	P,D,C					1,400	
G-62	Pearl City Elementary	Campus-wide Elec Upgrades (changed from "10 classrms")	P,D,C	2,000				750	
G-62.01	Pearl City Highlands Elementary	Additional Portable Classrooms	P,D,C,E					2,000	2,000
	Salt Lake Elementary	Student Restroom Facility at Portable 6	C					1,000	
G-66.01	Solomon Elementary	Campus-wide Improvements (MOF C= $5,149 + MOF N= $30,603)	C						35,752
G-66.02	Waiakea Elementary	Covered Play Court	C						300
	Waiakea Intermediate	Campus-wide Electrical Systems Upgrades	P,D,C					252	
	Waiakea Intermediate	Covered Walkways	P,D,C					259	
	Waianae High	Athletic Locker Room	P,D,C					8,200	
	Waiau Elementary	Electrical Upgrade	D,C,E					1,000	
G-71.01	Waikele Elementary	Cafeteria Renovation & Expansion for Stage	D,C					4,900	4,900
	Waikiki Elementary	Concrete Repair	D,C					200	
G-72	Waikoloa Elementary & Middle	New Classroom Building	P,D,C	1,580				11,550	11,000
	Waimanalo Elementary & Inter	New Science, Technology and Media Building	P,D,C					775	
G-75	Waimea Canyon Middle	Installation of Outdoor Playcourt	D,C	1,500				1,390	
G-77.01	Waipahu High	Campus-wide Electrical Upgrade	D,C						5,500
	Washington Middle	New Band Room	P,D,C,E					5,000	
G-79.01	Webling Elementary	Expansion of Admin. Building & Library	D,C,E						7,500
	Webling Elementary	Landscape Imprvmts & Lower Playground Equipment	D,C					125	
	Wilcox Elementary	Repair & Improve Rubberized Padding	C					200	
	Wilson Elementary	ADA Compliant Walkway	D,C					75	
G-80.02	Campbell High	New Classroom Building	D,C,E			35,000	35,000	15,000	
			TOTALS	287,907	77,956	112,849	190,805	331,542	387,047
					MOF A	4,349	4,349	4,349	4,349
					MOF C	108,500	186,456	327,193	352,095
					MOF N				30,603